GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:2878
ANSWERED ON:10.08.2000
DEVELOPMENT OF TEXTILE INDUSTRY IN DAMAN AND DIU
DAHYA BHAI V. PATEL

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government are aware of the enormous potential for the development of textile industries in Daman and Diu;

(b) if so, whether the Government propose to set up some textile based institutions there; and

(c) if so, the details thereof and other steps taken by the Government for the growth of textile industries in the Union Territory?

Answer

MINISTER OF STATE FOR TEXTILES (GINGEE N. RAMACHANDRAN)

(a) to (c) : The role of the Central Government for the development of textile industry is that of a facilitator and it does not set up the textile industries on its own. At present, there has not been any proposal pending with the Government to set up any textile based institution in Daman and Diu. However, Government of India, Ministry of Textiles has launched a Technology Upgradation Fund Scheme (TUFS) for Textile and Jute Industries which is in operation since 01.04.1999 for a period of 5 years, i.e., upto 31.03.2004. Any eligible textile/jute unit can avail of funds within the framework of the aforesaid scheme and normal financial norms of the concerned financial institution/bank. Government funding is limited to reimbursement of interest at 5% point on the interest charged by the lending agency on a project of technology upgradation in conformity with the scheme. This Scheme is applicable for whole of India including Daman & Diu.